

Capital Outlay on State Schemes

of Government Trading ...	92'58 Lakhs
Capital Outlay on Road Transport ...	7'65 ..

153. Under "Public Debt", there is a net incoming of Rs. 1,425'07 lakhs representing mainly the loans received from Government of India and proceeds of 4½ per cent Mysore State Development Loan 1971 raised during the year. The heavy net outgo of Rs. 510'08 lakhs under "Loans and Advances by State Government" during the year is due to increase in the Loans and Advances granted by the State Government. The net increase of Rs. 34'28 lakhs under "Inter-State Debt Settlement" represents mainly adjustment of credit passed on by Bombay Government.

154. *Contingency Fund* :—All except a sum of Rs. 6'11 lakhs advanced from the Contingency was recouped before the close of the year and the fund closed with a credit balance of Rs. 193'89 lakhs at the end of the year. This sum of Rs. 6'11 lakhs was recouped in the next year.

155. *Public Account* :—There was a net incoming of Rs. 1'79 lakhs under "Special Loans" of Rs. 57'64 lakhs under "State Provident Funds" and Rs. 178'42 lakhs under "Reserve Fund". A general increase is noticed under all the heads included under this account.

(ii) Excise.

156. There were two Distilleries in the State during the year, viz., (1) Mandya Distillery, managed by the Mysore Sugar Company, Ltd., Mandya; (2) Hospet Distillery managed by the India Sugars and Refineries, Ltd., Hospet. The Distilleries at Mandya and Hospet were administered in accordance with the provisions of the Mysore Excise Act.

157. The Distillery at Hospet continued to manufacture commercial spirits, viz., rectified spirit and denatured spirit. During the year permission was accorded to manufacture country spirit, molasses arrack of 30° U.P. and special liquors of 25° U.P. for supply to Hyderabad Karnatak area.

Hospet
Distillery.

158. The total quantity of rectified spirit manufactured, including the balance on hand at the beginning of the year, was 75,607·7 gallons. Out of this, 47·7

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Spirits.
Mysore
Sugar
Company,
Mandya.

gallons were issued in the State, 71,279·6 gallons were used for conversion into spirit liquors.

159. The Mysore Sugar Company, Ltd., continued to manufacture special liquors of 25° U.P. and also 20° U.P. and to bottle these liquors.

160. The rates payable to the Sugar Company for supply of liquor to Government Depots were;—

	Rs. nP.
1. Molasses Arrack 35° U.P. ...	0—80 per gallon
2. Proof Spirit ...	0—97 Do
3. Special liquors (20° U.P.) ...	2—50 Do
4. Special liquors (25° U.P.) ...	2—34 Do

Arrack
Bonded
Depots.

161. There were 18 Arrack Bonded Depots during the year. Of these, three were closed down in Hassan District consequent on introduction of Prohibition. The arrangements made for the supply of liquors from the Distillery at Mandya to several Depots were the same as in the previous year.

162. *Issue strength and limit of Private Possession of Arrack and Special Liquors.*—There was no change in the issue strength of molasses arrack during the year. As regards special liquors, viz., Brandy, Whisky, Gin and Rum manufactured in Mandya Distillery, these liquors of the strength 25° U.P. were also permitted to be manufactured and issued in addition to the liquors of 20° U.P.

163. The limit of private possession of the several kinds of liquors continued to be the same as in the previous years, viz.,

1. Molasses arrack ...	4½ drams
2. special liquors ...	1 gallon in the aggregate
3. Jaggery arrack ...	4 drams

Arrack and
Special
Liquor
shops.

164. The number of shops licensed for the retail vend of molasses arrack was 100 (100) while that for the sale of bottled liquors was 9 (9). Prohibition was introduced in the remaining four taluks of Hassan District from 1st July 1959 (and the shops for the sale of these liquors were closed down from that date.)

Consumption.

165. The consumption of arrack of 35° U.P. was 2,62,696 gallons 32 drams (2,72,095·24), while that of special liquors supplied in bottles was 5,666 gallons.

Incidence of
Consumption.

166. The incidence of consumption of country spirits per 100 of population was 4·46 (6·05) proof gallons

computed in respect of the population of only the wet areas of the State.

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167. The number of licences issued during the year was 789 (290). Of these 720 relate to Government and aided institutions, hospitals, dispensaries, health units and veterinary dispensaries and the remaining 69 licences relate to private firms and private Medical Practitioners.

Rectified
Spirit
Licences.

168. Mandya Distillery.—The total quantity of rectified spirit manufactured during the year including the balance of the previous year was 8,29,814-5 gallons. Of this, a quantity of 81,079-4 gallons was issued within the State, 4,72,405 gallons were exported out of the State and 1,90,565-2 gallons were used for conversion into liquors and spirits.

169. A quantity of 7,824 gallons of absolute alcohol was manufactured during the year excluding 24,284 gallons of previous year. Out of a total quantity of 32,108 gallons, 3,776-5 gallons were issued within the State, 1,119 gallons were exported and 25,274 gallons were used for conversion.

Absolute
Alcohol.

170. Out of 701 (288) licences issued during the year, 444 licences related to Government and aided institutions, hospitals, dispensaries, health units and veterinary dispensaries and the remaining 257 licences related to private firms and manufacturers of French Polish.

171. A quantity of 66,704-5 gallons of denatured spirit was issued within the State from the Mandya Distillery, while from Hospet Distillery a quantity of 31,728-4 gallons was issued for local consumption.

Denatured
Spirit.

172. The Medicinal and Toilet Preparations (Excise Duties) Act, 1955 (Central Act No. 16 of 1955) to provide for the levy and collection of Excise duties on medicinal and toilet preparations containing alcohol, opium, Indian hemp and other narcotic drugs or narcotics continued to be in force during the year.

173. As clarified by the Government of India, Ayurvedic preparations, *viz.*, Draksharista, Drakshasava, Pippalyasava and Mritsanjivini were treated as restricted preparations and the other Asavas and Aristas as unrestricted preparations liable to "NIL" duty.

174. A quantity of 1,238-24 P.G. of spirituous medicinal preparations was imported into the State during the year.

Imports of
Spirituous
Medicinal
Preparations.

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Exports.

175. The export of spirituous medicinal preparations by the several pharmaceutical concerns in the State to places outside the State amounted to 11,963·8,126 proof gallons on payment of duty and a quantity of 1,548·825 proof gallons was exported on duty-free basis. A quantity of 2801·073 proof gallons was exported to Ceylon without payment of duty during the year.

Indian made
Foreign
Liquors.

176. Messrs. Khoday, R.C.A. Industries, Bangalore, (ii) Messrs. Amrut Distilleries, Bangalore and (iii) Messrs. Dasarath & Company, Mysore were permitted to manufacture Indian Made Foreign liquors.

177. A quantity of 87,464 gallons of Indian made foreign liquors was exported outside the Mysore State, while 10,526 proof gallons of liquor were consumed within the State, on which a sum of Rs. 7,36,820 towards duty was collected.

Beer.

178. The United Breweries, Ltd., The Venus Brewery, Ltd., Bangalore and the Chamundy Brewery, Mysore were manufacturing beer during the year.

179. A quantity of 8,66,715 bulk gallons of beer was manufactured by the three Breweries and a quantity of 2,40,055 bulk gallons was exported outside the State while 5,38,007 bulk gallons of beer was consumed within the State, on which a sum of Rs. 13,47,684 was collected as duty.

Toddy.

180. The revenue derived from toddy amounted to Rs. 79,03,111-53 (Rs. 77,53,921-29) comprising of shop rentals of Rs. 69,98,265-38 (Rs. 66,74,385), tree tax of Rs. 8,55,742-49 (Rs. 10,01,248-15) and tree rent of Rs. 49,103-66 (Rs. 78,288-14).

Toddy Shops.

181. The number of shops for the sale of date and coccoanut toddy was 552 (552).

182. No trees were permitted to be tapped free of tree tax for domestic consumption.

183. *Malt Liquors* :—The number of licences issued exclusively for sale of country beer was 9 (9).

Consumption.

184. The consumption of beer amounted to 5,32,355 (5,58,109-40) gallons during the year.

Revenue.

185. The revenue derived from malt liquors amounted to Rs. 21,77,622-09 (Rs. 19,01,77-39) comprising of duty of Rs. 13,47,684-09 (Rs. 10,28,428-39) and shop rental of Rs. 8,29,938 (Rs. 8,75,342).

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186. The licences under foreign liquors renewed were 72 (72) during the year.

187. *Hemp Drugs*:—The sale and distribution of Ganja for the retail vend was totally prohibited except for medicinal and scientific purposes from 1st July 1958.

188. The sale of opium in licensed shops was prohibited from 1st April 1959 in accordance with the Prohibition policy of Government and issue was made only to addicts who held permits and for scientific and medicinal purposes. All the licensed shops were closed from 1st April 1959.

189. No licences were issued for possession and use of opium for the aforesaid purposes.

190. The number of licences issued under the Dangerous Drugs Rules was 54 as against 66 in the previous year.

191. The total number of cases (including the cases pending at the beginning of the year) for disposal was 3,750. Of these, 1,998 cases were disposed of departmentally and 750 cases were referred for trial in courts leaving a balance of 1,002 cases at the close of the year.

192. Including the amount of Rs. 10,93,603—68 being the arrears outstanding at the beginning of the year, the total Demand of the Excise Revenue amounted to Rs. 2,28,99,416—06 (Rs. 2,23,98,852-37). Of this Rs. 2,14,61,196-40 (Rs. 2,10,21,378-20) towards the current demand and Rs. 2,27,383-99 (Rs. 2,83,870-49) towards the old arrears were collected leaving a balance of Rs. 12,10,835—67 (Rs. 10,93,603—68) at the close of the year.

193. The expenditure of the Excise Department for the year amounted to Rs. 15,88,586-03 (Rs. 16,39,256-81).

194. The incidence of taxation per head of population was Rs. 4-55 computed in respect of population of the Wet districts of the Old Mysore area, excluding the Dry districts.

195. The number of cases relating to illicit distillation and possession and sale of illicit arrack reported during the year was 297 (340). The total number of offences of all kinds reported during the year 1,203 (1,773).

Ganja.

Opium.

Dangerous
Drugs.Excise
Offences.

Finance.

Incidence of
Taxation

Crime.

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AND
FINANCE

Integrated Areas.

196. *Coorg District*:—Prohibition was in force in the District during the years. The enforcement of prohibition law and detection of prohibition crimes vests with the Inspector General of Police.

197. Liquors and Drugs were supplied to only permit holders.

198. *South Kanara, Mangalore*:—Prohibition was in force in this District during the years. The administrative control so far as the licensing phase is concerned under the Madras Prohibition Act has been transferred to the Excise Commissioner, while the enforcement of the Prohibition is vested with the Inspector General of Police in Mysore, Bangalore.

Country
Spirits.

199. *Hyderabad Karnatak Area*:—Liquor of 30° U. P. was supplied to the Districts of Gulbarga and Raichur from 1st April 1959 to 31st March 1960, and for Bidar District from 1st April 1959 to 30th June 1959 only since prohibition was introduced in Bidar District from 1st July 1959, from the Distillery at Hospet.

200. There were 19 Government Arrack Bonded Depots during the year of which 3 depots in Bidar District were closed from July 1959.

Shops.

201. The number of shops licensed for the retail vend of liquor was 275 and liquor was supplied from Government Bonded Depots of this area, to those shops.

Consumption:

202. The consumption of liquor was 84,232 (75,884) gallons.

203. The revenue derived from liquor was as follows:—

				1959—60	1958—59
Duty	...	...	Rs.	nP.	Rs.
Rentals	...	...	10,25,588	04	9,29,579
			11,17,534	50	10,32,042
			21,43,122	54	19,61,621

Toddy Con-
sumption:

204. During the year 1,47,196 trees were tapped for consumption in Gulbarga and Raichur Districts and in Bidar from 1st April 1959 to 30th June 1959 since the prohibition was introduced in Bidar from 1st July 1959. Besides 78,924 trees were tapped for the shops of Andhra Pradesh during the year.

205. The number of shops licensed for the sale of toddy were 970. The revenue derived from tree tax and rentals amounted to Rs. 66,50,872—77 nP., (Rs. 65,06,436-15 nP.).

206. The consumption of malt liquors was 5,652-25 Malt Liquors gallons and revenue derived was Rs. 17,556-39 nP.

The consumption of foreign liquors was :—

1. Spirits	...	...	27—23 drams
2. Wines	...	...	... 24 "
3. Malt Liquor	...	...	5,652—25 "

207. The revenue derived from foreign liquors amounted to Rs. 105,916—16 nP.

208. All the Opium shops of the Hyderabad Karnatak Opium: Area were closed from 1st April 1959.

209. The total number of offences reported during the year under Excise and Opium laws was 1,327 (1,599).

210. The total Demand, Collections and Balances were :—

.....	Previous year arrears	Current year	Total
	Rs. nP.	Rs. nP.	Rs. nP.
Demand	64,61,751 90	1,04,46,486 97	1,69,08,237 87
Collections	8,99,776 47	96,28,965 78	1,05,28,742 25
Balance	55,61,974 43	8,17,521 19	63,79,495 62

Bombay Karnatak Area.

211. It is ten years since total prohibition has been in force in the four districts of Bijapur, Belgaum, Dharwar and Karwar of the ex-Bombay State integrated with the Mysore State with effect from 1st November 1956.

212. The following were the salient features of the prohibition and Excise arrangements :—

(1) The import, export, transport, sale, possession, purchase, consumption and use of foreign liquors, hemp drugs and opium were prohibited except under a licence, permit or authorisation.

(2) The import, export, transport, sale, possession, purchase, consumption and use of country liquor and toddy were totally prohibited.

(3) Government hemp drugs and opium depots for the sale of opium and hemp drugs in all the four districts and the two Government foreign liquor depots

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for the sale of foreign liquors, one at Bijapur and the other at Dharwar opened in the year 1959, were continued during the year.

(4) The Acts and Rules of the Bombay State which were in operation prior to 1st November 1956 continued to be in force in the four districts of the Bombay Karnatak Area.

(5) The manufacture of spirituous medicinal preparations and levy of duty thereon are governed by the Medicinal and Toilet Preparations (Excise Duties) Act, 1955 and Rules 1956, issued thereunder.

(6) The Neera and manufacture of Palm Gur products scheme was encouraged under the management of co-operative societies approved by the Mysore State Khadi and Village Industries Board.

(7) Prohibition; propaganda was successfully carried out in all the four districts by the Prohibition and Excise authorities to educate the masses in general and the addicts in particular to refrain from the evils of drink habits.

Sacramental
Wine.

213. Sacramental Wine authorisations issued to Church authorities during the year were :—

1. Bijapur	...	...	3
2. Belgaum	...	...	22
3. Dharwar	...	...	15
4. Karwar	...	...	22
Total			62

214. One Sacramental Wine manufacturing licence was granted to the Bishop of Belgaum under the Bombay Sacramental Wine Manufacturing Rules, 1950.

Mhowra
Flowers.

215. No licences or permits were issued in any of the four Districts, under the Bombay Mhowra Flower Rules, 1950, during the year.

Foreign
liquors.

216. Under the Bombay Foreign Liquor Rules, 1953 the following kinds of foreign liquor permits were existing during the year :—

1. Health permits. ...
2. Emergency permits..
3. Visitors permits.
4. Temporary residents.
5. F.L. XII licences for Medical practitioners.

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217. Only one Vendor's licence was renewed during the year in favour of the Military Canteen, Belgaum for supply of foreign liquor by Military Units only.

The Military
Canteen.

218. Restrictions on certain notified spirituous medicinal preparations and some restricted spirituous medicinal preparations which were in force in 1958-59 continued to remain in force during the year.

219. The system of issuing hemp drugs for the consumption of ganja, and bhang from the Government Depots to Vaidyas holding permits in Form B-I and to addicts holding permits in Form B-III on Medical certificates was continued during the year.

Intoxicating
Drugs other
than opium :

220. The system of issuing opium to Vaidyas holding permits or Medical Certificates issued by the Area Medical Boards constituted for this purpose continued during the year.

221. Offences detected by the police in the four Districts were (i) Bijapur 2,607, (ii) Belgaum 5,717, (iii) Dharwar 6,588 and (iv) Karwar 2,391 cases.

Offences.

222. Out of 19 districts in the State, 14 districts and Kollegal area of Mysore District and two other taluks of Bangalore District (Ramanagaram and Channapatna) were dry at the end of the year.

(iii) Commercial Taxes.

223. *The Mysore Sales Tax Act, 1957*.—No amendments to the Act were made during the year.

224. Out of 4,895 (4,143) appeals, including 1,811 cases pending from previous year, 2,601 (2,303) appeals were disposed of during the year, leaving a balance of 2,294 (1,840) appeals. The number of revision applications received during the year was 1,514 (820), of which 175 (310) were disposed of leaving a balance of 1,339 (510) cases pending at the end of the year.

Revision
petitions.

225. The number of registered dealers at the beginning of the year was 53,001 (43,604) and the number freshly registered during the year was 8,067 (11,122). The total number of registered dealers was 58,666 (53,013).

Registered
Dealers.

226. For assessment there were 31,573 (28,018) dealers with a turnover of less than Rs. 40,000 each and 15,059 (12,863) with a turnover exceeding Rs. 40,000 each.

Assessments.